

## **5 Ways To Double Your Money**

Knowing some of the most trusted avenues to doubling your money is something that all Wall Street Grand Club members should have in their toolboxes.

### **The Classic Way - Earn It Slowly**

Investors who have been around for a while will remember the classic Smith Barney commercial from the 1980s, where British actor John Houseman informs viewers in his unmistakable accent that they "make money the old fashioned way – they earn it." When it comes to the most traditional way of doubling your money, that commercial's not too far from reality.

Perhaps the most tested way to double your money over a reasonable amount of time is to invest in a solid, speculative portfolio that's diversified between growth blue-chip stocks and investment grade bonds. While that portfolio won't double in a year, it almost surely will eventually, thanks to the old rule of 72.

The rule of 72 is a famous shortcut for calculating how long it will take for an investment to double, if its growth compounds on itself. According to the rule of 72, you divide your expected annual rate of return into 72, and that tells you how many years it takes you to double your money.

Considering that large blue-chip stocks have returned roughly 10% over the last 100 years, and investment grade bonds have returned roughly 6%, a portfolio that is divided evenly between the two should return about 8%. Dividing that expected return (8%) into 72, gives a portfolio that should double every nine years. That's not too shabby, when you consider that it will quadruple after eighteen years, and octuple (8 times) after 27.

### **The Contrarian Way – Blood in the Streets**

Even straight-laced, even-keeled investors know that there comes a time where you've got to buy. Not because everyone is getting in on a good thing, but rather, because everyone is getting out. Just like great athletes go through slumps when many fans turn their backs, the stock prices of otherwise great companies occasionally go through slumps because fickle investors head for the hills.

As Baron Rothschild (and Sir John Templeton) once said, smart investors "buy when there is blood in the streets, even if the blood is their own." Of course, these famous financiers weren't arguing that you buy garbage, at any price. Rather, they were arguing that there would most surely be times where good investments become oversold, which presents a buying opportunity for brave investors who have done their homework.

Perhaps the most classic barometers used to gauge when a stock may be oversold, is the price-to-earnings ratio and the book value for a company. Both of these measures have fairly well established historical norms for both the broad markets and for specific

industries. When companies slip well below these historical averages for superficial or systemic reasons, smart investors will smell an opportunity to double their money.

### **The Speculative Way**

While slow and steady might work for some investors, others may find themselves falling asleep at the wheel. They crave more excitement in their portfolio and are willing to take bigger risks to earn bigger payoffs. For these folks, the fastest ways to super-size the nest egg may be the use of options, margin, or shorting stocks.

Stock options, such as simple *puts* and *calls*, can be used to speculate or bet on any company's stock going up (calls) or down (puts) before it happens. For many investors, especially those who have their finger on the pulse of a specific industry, options can turbo-charge their performance. Considering that each stock option potentially represents 100 shares of stock, a company's price might only need to increase a small percentage for an investor to hit one out of the park. Be careful and be sure to do your homework; options can take away wealth just as quickly as they create it.

For those who don't want to learn the ins and outs of options, but do want to leverage their faith (or doubt) about a certain stock, there's the option of buying on margin (borrowed money) or selling a stock short. Both of these methods allow investors to essentially borrow money from a brokerage house to buy or sell more shares than they actually have, which in turn, can raise their potential profits substantially. Again, this method is not for the faint-hearted, since margin calls can back your available cash into a corner, and short-selling can theoretically generate infinite losses.

### **The Safe Profitable “Sure Thing”**

Just like how the fast lane and the slow lane on the freeway eventually lead to the same place, there are both quick and slow ways to double one's money. So for those investors who are afraid of wrapping their portfolio around a telephone pole, commodities may provide a significantly less precarious journey to the same destination.

We believe that with the current actions of the U.S. government and particularly the Federal Reserve the safest way to double your money is in real money assets and I'm not talking about real estate.

With an \$11.4 trillion national debt and \$55 trillion in unfunded obligations for programs such as Social Security, Medicare and Medicaid, it is our belief that the United States for all intents and purposes is bankrupt and Americans need to take steps immediately to protect themselves from the potential loss of the purchasing power of their U.S. Dollars.

With total United States Federal Reserve and Treasury bailout commitments now at \$14.1 trillion, of which \$3.7 trillion has already been spent, we believe the largest financial crisis in history is ahead of us as a direct result of the U.S. government unwilling to accept a much needed recession.

It is our belief that foreigners will eventually stop lending the U.S. money and the Federal Reserve will most likely have to print the money to fund our deficit spending out of thin air.

The U.S. has abused its status of having the world's reserve currency for far too long. With the potential for China to become a net seller of U.S. Treasuries to fund their own rightfully deserved stimulus plans, we believe there will soon be a run on the U.S. Dollar and a rush into commodities like **Gold, Silver, Agriculture, and Oil**. Buying the hard assets and/or investing into ETF's and ETN's are the safest way to position yourself to double your money in 5+ years but we believe the actual mining, farming, and drilling companies themselves will capitalize the most and have the greatest chance to double or even quadruple your money the quickest. We believe these commodities are a "sure thing" in the upcoming inflationary economic crisis and presents the safest way to double your money. (We recommend reading these other WSG reports-

<http://www.wallstreetgrand.com/silverprofile.html> ,  
<http://www.wallstreetgrand.com/oilprofile.html> ,  
<http://www.wallstreetgrand.com/goldprofile.html>,  
<http://www.wallstreetgrand.com/agricultureprofile.html> )

Please also don't forget to watch our documentary "*Hyperinflation Nation*"!  
<http://www.wallstreetgrand.com/hyperinflation.html>

### **The Best Way to Double Your Money**

Lastly, extreme bargain hunting can quickly turn your pennies into dollars. The fastest way to double your money is with Wall Street Grand's penny stock picks.

Whether you decide to roll the dice on the numerous former blue-chip companies that are now selling for less than a dollar, or you sink a few thousand dollars into the next big thing, our penny stock picks can double your money in a single trading day! Wall Street Grand is very selective with the stocks we decide to profile to its club members. Each company is investigated in the fullest, with looks at past performance as well as an eye on the future. These ground floor opportunities have made our members explosive gains with some gains already in 2009 up as much as 1,188%, 509%, 471%, 340%, 220% and many more all in the short term. Just remember, whether a company is selling for a dollar or a few pennies, there is a big risk investing in small-cap/penny stocks and you should always do your own due diligence and make your own investment decisions. For any questions or comments please contact me at [Gerard@WallStreetGrand.com](mailto:Gerard@WallStreetGrand.com) or at 1-888-9-Club Grand (1888-925-8247)

Please help us spread the word about signing up to Wall Street Grand while its FREE for a limited time!